

# NHS Vale of York Clinical Commissioning Group Financial Performance Report

Report produced: May 2016

Financial Period: April 2016

## Summary of Key Financial Measures

Indicator	Year to Date				Forecast Outturn			
	Target £000	Actual £000	Variance £000	RAG rating	Target £000	Actual £000	Variance £000	RAG rating
Achieve planned financial position	(1,112)	(1,112)	0	G	(13,346)	(13,346)	0	G
Programme expenditure does not exceed programme allocation	35,650	36,762	(1,112)	R	427,795	441,891	(14,096)	R
Running costs expenditure does not exceed running costs allocation	627	564	63	G	7,525	6,775	750	G
Risk adjusted deficit					(20,428)	(20,428)	0	G
QIPP delivery								<input type="checkbox"/>
Better Payment Practice Code (Value)	95.00%	99.74%	4.74%	G	95.00%	>95%	0.00%	G
Better Payment Practice Code (Number)	95.00%	97.10%	2.10%	G	95.00%	>95%	0.00%	G
Cash balance at month end is within 1.5% of monthly drawdown	628	255	373	G				<input type="checkbox"/>
CCG cash drawdown does not exceed maximum cash drawdown								

The full finance dashboard is presented in Appendix 1

## Key Messages

- **The CCG is currently classed as an organisation in turnaround due to the deficit financial position.**
- The CCG is planning a year end deficit of £13.35m. This includes a brought forward deficit from 2015/16 of £6.30m, plus a planned in year deficit of £7.05m.
- The financial plan includes a QIPP requirement of £12.20m, of which £11.58m has been identified. This leaves an unallocated QIPP of £625k. The identified QIPP schemes have been allocated across the five programme delivery work streams (Primary Care, Integrated & Community, Urgent Care, Planned Care and Prescribing). Cross functional teams for each work stream has been established to develop and implement the planned schemes.
- The CCG does not carry out a full month end reporting process for April, and is therefore reporting expenditure equivalent to plan. Full financial performance reports for 2016/17 will be reinstated for May reporting.
- The CCG's Financial Plan for 2016/17 was re-submitted on 19<sup>th</sup> April. The CCG worked with NHS England Area Team to review and amend the financial plan with a focus on minimising the planned deficit and risks to delivery in 2016/17. There has been no further feedback as to whether this plan has been assured, but this is the basis on which budgets have been uploaded into the ledger and reported here.

- The CCG has not yet signed a contract with its main provider York Teaching Hospital NHS Foundation Trust. However, the CCG is also not in arbitration with regards to this having agreed the high level assumptions that both parties will work to an agreed timeline for reaching contract signature.

## 1. Red / Amber financial measures

- *'Programme expenditure does not exceed programme allocation'* – programme expenditure is planned to be £14.10m higher than allocation. This is offset by a planned underspend on running costs of £750k.

## 2. Key Actions

- The CCG's Financial Plan for 2016/17 has been submitted, with a draft 5 year financial plan in development for submission in line with national planning deadlines. The CCG has developed a set of Financial Recovery 'principles and parameters' on which a multi-year financial recovery plan is being formed which would see the CCG return to meeting all planning and business rules over a longer period.
- The CCG's draft annual accounts were submitted on 21<sup>st</sup> April and are currently undergoing external audit review. Audited annual accounts are due for submission on 27<sup>th</sup> May.
- Weekly contract planning meetings between the CCG's contracting team and the main acute provider, York Teaching Hospital NHS Foundation Trust, are on-going and the Trust and CCG are working to sign before the end of May. The detail of the outcome of contract negotiations do not effect the overall risk adjusted position.
- Roll out of the finance e-learning package continues with 51 members of staff now signed up, including all Governing Body GP Leads. All members of Governing Body have been asked to complete the 'Introduction to NHS Accounts' module prior to sign off of accounts.

## 3. Reported financial position

There are no expenditure variances to report at the end of April as expenditure is reported as equivalent to plan.

## 4. Risks and mitigations

Risks and mitigations to the CCG's financial position for 2016/17 are in line with that submitted in the financial plan. The net risk included in plan is £7.08m which gives the CCG a planned risk adjusted deficit of £20.43m.

## 5. Balance sheet / other financial considerations

There are no material concerns with the CCG's balance sheet as at 30<sup>th</sup> April 2016 and all key metrics (see page 1) are green.

**Appendix 1 – Finance dashboard**

	<b>Full Year</b>
	<b>Budget £000</b>
<b>Commissioned Services</b>	
<b>Acute Services</b>	
York Teaching Hospital NHS FT	181,542
Yorkshire Ambulance Service NHS Trust	13,304
Leeds Teaching Hospitals NHS Trust	8,855
Hull and East Yorkshire Hospitals NHS Trust	2,323
Harrogate and District NHS FT	1,568
Mid Yorkshire Hospitals NHS Trust	1,893
South Tees NHS FT	1,215
North Lincolnshire & Goole Hospitals NHS Trust	699
Sheffield Teaching Hospitals NHS FT	255
Non-Contracted Activity	3,383
Other Acute Commissioning	144
Ramsay	9,094
Nuffield Health	3,702
Other Private Providers	1,098
Systems Resilience	0
<b>Sub Total</b>	<b>229,077</b>
<b>Mental Health Services</b>	
Leeds & York Partnerships NHS FT	0
Humber NHS FT	0
Tees Esk and Wear Valleys NHS FT	38,316
Specialist Services	2,914
Non-Contracted Activity - MH	447
Other Mental Health	117
<b>Sub Total</b>	<b>41,794</b>
<b>Community Services</b>	
York Teaching Hospital NHS FT - Community	18,177
York Teaching Hospital NHS FT - MSK	2,417
Harrogate and District NHS FT - Community	4,411
Humber NHS FT - Community	1,035
Hospices	1,208
Longer Term Conditions	350
Other Community	178
<b>Sub total</b>	<b>27,776</b>
<b>Other Services</b>	
Continuing Care	22,635
Funded Nursing Care	3,759
Patient Transport - Yorkshire Ambulance Service NHS Trust	1,836
Voluntary Sector / Section 256	713
Non-NHS Treatment	826
NHS 111	754
Better Care Fund	10,158
Other Services	1,170
<b>Sub total</b>	<b>41,852</b>

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	<b>Full Year</b>
	<b>Budget £000</b>
<b>Primary Care</b>	
Primary Care Prescribing	49,414
Other Prescribing	324
Local Enhanced Services	1,835
Oxygen	233
Primary Care IT	317
Out of Hours	3,421
GP Innovation Fund	209
<b>Sub Total</b>	<b>55,752</b>
<b>Primary Care Co-Commissioning</b>	<b>39,637</b>
<b>Running Costs</b>	<b>6,775</b>
<b>Trading Position</b>	<b>442,662</b>
<b>Prior Year Balances</b>	0
<b>Reserves</b>	4,453
<b>Contingency</b>	2,177
<b>Unallocated QIPP</b>	(625)
<b>Reserves</b>	<b>6,004</b>
<b>Financial Position</b>	<b>448,666</b>
<b>Surplus</b>	(13,346)
<b>Overall Financial Position</b>	<b>435,320</b>